

# DAILY MARKETS OVERVIEW

24 OCTOBER 2018

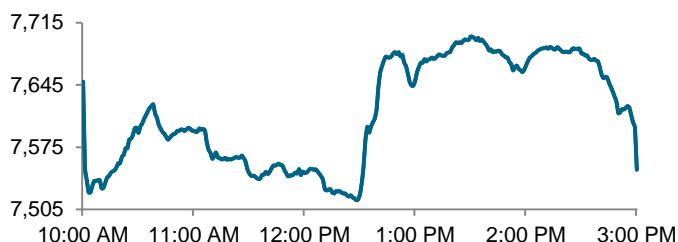
السوق السعودي كابتال

Saudi Fransi Capital

Distinguished Service, Outstanding Performance



## TASI Intraday



Source: Reuters

## Saudi Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Saudi (TASI)	7,550	-1.3	-1.3	4.5	15.8
Saudi (NOMU)	2,310	-3.5	-3.2	-26.4	7.6
Energy	4,710	6.7	0.0	10.1	16.0
Materials	5,287	0.3	-2.5	4.6	16.6
Capital Goods	3,908	3.5	3.5	-10.0	16.6
Com. & Prof. Svc	3,905	2.1	-0.5	-7.2	16.9
Transportation	3,382	2.9	-3.3	-15.7	20.2
Cons. Durables & Apparel	3,307	2.2	-2.1	-20.1	NA
Consumer Services	2,938	2.6	-2.6	-20.3	16.5
Media	9,909	1.8	-4.5	28.1	NA
Retailing	5,894	0.4	-1.2	4.6	22.3
Food & Staples Retailing	5,407	2.7	0.5	-3.6	22.2
Food & Beverages	3,815	-1.5	0.0	-22.1	25.1
Health Care Equipment	3,354	1.5	-1.5	-24.5	16.4
Pharma, Biotech & Life Science	3,720	1.1	-2.9	-6.3	24.0
Banks	6,880	-3.9	-0.6	25.1	12.4
Diversified Financials	3,197	3.0	-1.4	-20.7	NA
Insurance	3,519	1.3	-2.6	-25.5	28.6
Telecommunication	4,913	-1.7	0.0	15.5	16.2
Utilities	3,279	1.1	-5.9	-28.1	NA
REITs	3,540	1.0	-0.9	-23.6	NA
Real Estate	3,221	2.8	-1.2	-31.4	19.2

Sources: Bloomberg, Reuters, Tadawul

## Top 5 Gainers

Company	Last Close	% Change	Value (SAR mn)
Alahli Takaful Co.	24.22	10.0%	3.4
Saudi Industrial Export Co.	122.20	9.9%	15.4
Umm Al-Qura Cement Co.	11.30	8.9%	2.2
The National Shipping Co of Saudi Arabia	33.05	8.4%	124.2
Nama Chemicals Co.	25.20	7.7%	12.1

Source: Tadawul

## Latest Earnings

Company	Date	Period	Q NI (SAR mn)	Y/Y %	Q EPS (SAR)	Vs. Consensus
National Commercial Bank	23-Oct	3Q18	2,454.0	15.4	0.82	NA
Jabal Omar Development Co.	23-Oct	3Q18	469.6	179.1	0.51	NA
The Saudi Investment Bank	23-Oct	3Q18	362.0	1.1	0.48	MISS
Dallah Healthcare	23-Oct	3Q18	32.5	-57.7	0.55	MEET
Saudi Automotive Services Co.	23-Oct	3Q18	7.9	-11.4	0.13	NA

Source: Tadawul

NOTES: (1) Prices as of last trade. Updated as of October 24, 2018

(2) WTD: Week to Date and YTD: Year to Date

## Saudi Market Update

- TASI closed 1.3% lower at 7,550 while NOMU ended 3.5% lower at 2,310 on Tuesday. TASI traded value totaled SAR 4.6bn and averaged SAR 3.9bn over the last 30 days. The five most active stocks (by value) in TASI accounted for 46% of the daily traded value.
- Banks declined 3.9% while Materials closed 0.3% higher. Telecom closed 1.7% lower. Energy (up 6.7%) was the best performer. Among stocks, Alahli Takaful Co. (8130/ATC AB), Saudi Industrial Export Co. (4140/SIECO AB), and Umm Al-Qura Cement Co. (3005/UACC AB) led the gainers.
- The Minister of Energy revealed that KSA's oil output could be raised by 1 or 2mn barrels per day (mbd) using its spare capacities to stabilize the market. (Source: Argaam)
- The Minister of Energy inked an agreement with China's Pan-Asia Co. to build a petrochemicals complex in Jizan, within the National Industrial Development and Logistics Program (NIDLP). (Source: Argaam)
- Saudi Aramco signed 15 memorandums of understanding (MoUs) and commercial collaborations worth a total of USD 34bn (SAR 128bn) during the Future Investment Initiative (FII 2018) conference in Riyadh. (Source: Trade Arabia)
- Saudi Arabian Mining Co. (1211/MAADEN AB) awarded a SAR 3.4bn (USD 892mn) contract to South Korea's Daelim Industrial Company to build the first plant in the company's third large-scale phosphate complex (Phosphate 3) in the country. (Source: Trade Arabia)
- Northern Region Cement Co. (3004/NORTHEM AB) inked a marketing contract with Al Rashed Cement Co. Under the one-year agreement, Al Rashed Cement will distribute and market the Northern Cement's production of white cement. The relevant financial impact will reflect on Northern Cement's 4Q18 earnings. (Source: Argaam)
- Saudi Telecom Co.'s (7010/STC AB) CEO revealed that the firm is planning to start commercial operations of 5G network from next year. (Source: Argaam)
- US-based Lucid Motors announced that the firm would use the Public Investment Fund (PIF)'s over USD 1.0bn (SAR 3.75bn) in funding to accelerate production as well as launch Lucid Air in 2020. (Source: Argaam)

## Top 5 Losers

Company	Last Close	% Change	Value (SAR mn)
Arab National Bank	31.10	-9.9%	29.6
Banque Saudi Fransi	32.00	-8.6%	6.2
The Saudi British Bank	33.00	-7.0%	41.6
Samba Financial Group	30.80	-6.7%	122.6
Riyad Bank	16.80	-4.6%	42.4

## Most Active Stocks by Value (SAR mn)

Company	Last Close	% Change	Value (SAR mn)
Al Rajhi Bank	85.90	-3.5%	650
Saudi Basic Industries Corp.	123.20	-3.0%	470
Alinma Bank	20.58	3.1%	423
Saudi Kayan Petrochemical Co.	14.52	2.3%	290
Dar Alarkan Real Estate Development Co.	9.01	1.9%	284

Source: Tadawul

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## GCC Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Dubai (DFM)	2,753	0.2	-0.2	-18.3	7.4
Abu Dhabi (ADX)	4,970	0.3	-0.4	13.0	13.2
Kuwait (KSE)	5,136	-0.1	-0.1	0.2	16.0
Qatar (QE)	10,264	-0.1	0.7	20.4	15.7
Oman (MSM)	4,459	0.1	0.3	-12.5	10.2
Bahrain (BSE)	1,321	-0.1	-0.2	-0.8	8.9
DJMENA Index	551	-0.6	-0.4	4.6	NA

Source: Bloomberg, Reuters

## Global Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
US (S&P 500)	2,741	-0.6	-1.0	2.5	19.7
US (NASDAQ 100)	7,438	-0.4	-0.2	7.7	22.7
UK (FTSE 100)	6,955	-1.2	-1.3	-9.5	15.5
Germany (DAX)	11,274	-2.2	-2.4	-12.7	13.3
France (CAC 40)	4,968	-1.7	-2.3	-6.5	15.8
Russia (MICEX)	2,306	-0.1	-1.7	9.3	6.2
Japan (Nikkei)	22,011	-2.7	-2.3	-3.3	15.9
Hong Kong (HSI)	25,347	-3.1	-0.8	-15.3	9.7
South Korea (KOSPI)	2,106	-2.6	-2.3	-14.6	10.1
China (SHCOMP)	2,595	-2.3	1.7	-21.5	12.2
India (NIFTY)	10,147	-1.0	-1.5	-3.6	20.6
Brazil (IBOV)	85,300	-0.3	1.3	11.6	NA
Turkey (BIST 100)	93,469	-1.3	-3.1	-19.0	7.1
Egypt (EGX30)	13,580	-0.5	-0.5	-9.6	12.8
MSCI Emerging Markets	961	-2.3	-1.1	-17.1	11.5
MSCI World	2,034	-1.0	-1.4	-3.3	17.3

Source: Bloomberg, Reuters

## Commodities Prices

Index	Last Close	1 Day %	WTD %	YTD %	1 Year %
Brent Crude (\$/bbl)	76.4	-4.2	-4.2	14.3	33.2
Natural Gas (\$/mmbtu)	3.2	2.4	-1.2	14.4	4.3
Gold (\$/oz)	1,230	0.7	0.3	-5.8	-4.1
Silver (\$/oz)	14.7	1.2	1.1	-13.6	-13.7
Platinum (\$/oz)	833	1.2	0.3	-10.5	-10.1
Copper (\$/t)	6,195	-0.8	-0.5	-14.0	-11.2
Zinc (\$/t)	2,722	0.1	1.7	-18.5	-14.6
Lead (\$/mt)	1,995	-0.1	1.5	-20.0	-19.3
Wheat (\$/bu)	509	0.2	-1.1	9.3	-1.2
Corn (\$/bu)	370	0.2	0.9	-3.6	-6.7
Sugar (\$/lb)	13.8	-0.1	-0.6	-9.2	-8.2

Source: Bloomberg

## Interest Rate Watch (3M Interbank Offer Rate, %)

Country	Last Close	1 Day Change	YTD Change	Spread*
US	2.49	0.00	0.79	0.00
Saudi Arabia	2.74	0.00	0.85	0.26
UAE	2.67	0.06	0.87	0.18
Kuwait	2.06	0.06	0.19	-0.42
Qatar	2.82	0.01	0.17	0.33
Bahrain	3.70	0.00	0.98	1.21

Source: Reuters

NOTES: (1) Prices updated as of October 24, 2018 (2) WTD: Week to Date; YTD: Year to Date; NA: Not Applicable, \*Spread = US 3M Rate – Country 3M Rate

## GCC & Global Markets Update

- US markets ended in the red on Tuesday. S&P 500 and NASDAQ decreased 0.6% and 0.4%, respectively. Dow Jones Industrial closed 0.5% lower. In Europe, UK and Germany declined 1.2% and 2.2%, respectively, while France closed 1.7% lower.
- Asian markets are trading in green on Wednesday. China is trading 1.5% higher. Japan and South Korea are up 0.5% and 0.2%, respectively. Hong Kong and India are trading 0.9% and 0.7% higher, respectively.
- GCC markets ended mixed on Tuesday. Dubai and Abu Dhabi closed 0.2% and 0.3% higher, respectively. Both Kuwait and Qatar declined 0.1%. Oman gained 0.1% while Bahrain ended 0.1% lower.
- UAE's Federal Competitiveness and Statistics Authority (FCSA) signed 10 MoUs and strategic partnership agreements that aim to develop national capabilities in the field of statistics. (Source: Zawya)
- Oman Power and Water Procurement Company (OPWP) stated that a total of nine international companies are competing for a license to build a pair of large water desalination plants of 250,000 cubic meters/day aggregate capacity at Barka and North Al Batinah Governorate. (Source: GulfBase)
- Dubai's DP World Limited (DPW DU) revealed that it handled 53.6mn twenty-foot equivalent units (TEUs) across its global portfolio of container terminals in the first nine months of 2018, with gross container volumes growing 2.6% Y/Y on a reported basis and 3.7% on a like-for-like basis. (Source: Trade Arabia)
- UAE-based Etisalat (ETISALAT UH) entered into a strategic partnership with Abu Dhabi General Services (Musnada) to provide end-to-end ICT solutions for the new Al Ain Hospital. (Source: Trade Arabia)
- UAE's ENOC Group recently converted its Lubricants and Grease Manufacturing plant (DLPP) in Jebel Ali to fully operate on solar energy. The completion of the first solar-powered lubricants blending plant in the UAE underlines ENOC's efforts to leverage renewable energy to power its assets. (Source: Zawya)
- Dubai's Nakheel stated that it has begun construction work on Dragon Towers, its AED 713mn (USD 194mn) twin-building residential project at the rapidly expanding Dragon City mixed-use community. (Source: Arabian Business)
- Dubai's MAG Lifestyle Development (MAG LD) revealed that total sales in Dubai have passed the AED 3.0bn (USD 817mn) mark. The developer stated that it has sold nearly 2,900 units, which comprise studios and one-, two-, and three-bedroom residences in addition to two- and three-bedroom townhouses. (Source: Arabian Business)
- Abu Dhabi's Imkan started construction work on its community living project, Pixel, being developed as part of the iconic mixed-use Makers District. The project is scheduled to be completed by 4Q20. (Source: Trade Arabia)

## Coming Up

- US EIA Petroleum status report on weekly change in crude oil inventories for the week ended October 19 (prior: 6.5mn barrels) will be announced today. (Source: Econoday)
- US New Home Sales for the month of September (prior: 629K) will be announced today. (Source: Econoday)
- US jobless claims for the week ended October 20 (prior: 210K; consensus: 212K) will be announced tomorrow. (Source: Econoday)



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### SAUDI FRANSI CAPITAL (CLOSED JOINT STOCK COMPANY OWNED BY BANQUE SAUDI FRANSI)

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